GOVERNMENT OF INDIA
FINANCE AND COMPANY AFFAIRS
LOK SABHA

UNSTARRED QUESTION NO:1948
ANSWERED ON:29.11.2002
INTEREST ON HBA
AVSM, BRIG.(RETD.) KAMAKHYA PRASAD SINGH DEO

Will the Minister of FINANCE AND COMPANY AFFAIRS be pleased to state:

(a) whether the Government are considering to reduce the rate of interest on House Building Advance (HBA) for Government employees who have taken HBA 3-4 years back of higher rate of interest as other agencies i.e. banks and financial institutions have effected lower rate of interest;

(b) if so, the details thereof; and

(c) if not, the reasons thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE AND COMPANY AFFAIRS (SHRI ANANDRAO V. ADSUL)

(a) & (b) There is no such proposal under consideration.

(c) The Government has reduced the interest rates on various slabs of HBA by 100 basis point from 1.4.2001 and by further 50 basis point with effect from 1.4.2002.